GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:4556
ANSWERED ON:23.08.2001
ANOMALIES IN NATIONAL TEXTILE POLICY
RAM JEEVAN SINGH

Will the Minister of TEXTILES be pleased to state:

(a) whether attention of the Government has been drawn to the newsitem captioned `Kapara Nite Mahaz Dhokha, Imandar Parashan Rahega Ve Bharast Chandi Katega` appearing in New Delhi Edition of the `Dainik Jagaran` dated April 27, 2001;

(b) if so, the facts of the matter reported therein;

(c) the remedial steps taken by the Government to remove the anomalies created by this textile policy;

(d) whether the Government are contemplating to take anyto ensure that honest traders do not face troubles and corrupt persons do not prosper; and

(e) if so, the details thereof?

Answer

MINISTER OF STATE FOR TEXTILES (SHRI V. DHANANJAYA KUMAR)

(a) Yes Sir.

(b) The news item, inter alia, has not appreciated the steps of the Government for withdrawal of the Stenter-Chamber based Compounded levy system for independent processors and extension of Excise Duty Exemption Scheme to Small Scale readymade garment units.

(c) There is no anomaly in the National Textile Policy 2000. On the basis of several representations received, after the announcement of the Budget, the Stenter-Chamber based Compounded levy system for independent processorshas been reintroduced with certain conditions w.e.f. 1.5.2001. The Independent processors having capital investment in plant & machinery upto Rs.3.00 crore have been given the option to pay the excise duty on advalorem basis as given to other independent processors or to pay compounded levy on Stenter-Chamber basis. The Government has also extended Excise Duty Exemption Scheme to the small scale readymade garment units w.e.f. 1.5.2001.

(d) & (e) It has been the Government`s endeavour that all sections of society including the trader get their due benefits out of the policies framed by it.